

February 27, 1987

O/CONGRESSIONAL AFFAIRS

87-0729

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MEMORANDUM FOR: [redacted] Legislative Division
Office of Congressional Affairs

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FROM : [redacted]
Chief, Insurance Operations Division

SUBJECT : Comment on Long-Term Care Insurance

REFERENCE : Your memorandum, dtd 24 Feb 1987, Subject: Long-Term
Care Insurance

1. Unfortunately, I received your request for comments in the first mail on Friday, 27 February 1987; however, we were aware of the bill and following is our initial reaction.

2. There are some good and bad points to the proposal. We do need this type of insurance but the question is whether FEGLI is the best vehicle to use to provide this coverage. Therefore, I would provide the following comment to OMB:

The Agency is in favor of Long Term care Insurance. However, we have not concluded that utilizing FEGLI as the vehicle to provide such coverage is the best method. We would want to study the matter more thoroughly before fully supporting the current proposal. This proposal merits careful consideration to ensure that, of the options available, this is the best one.

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3. If you have any questions on this, please call me on [redacted]

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Sincerely,

cc: DD/OP
DD/EBS